

CORP SME TERM PLUS SCHEME

1.0	Features	<p>The Open Term Loan enables:</p> <ul style="list-style-type: none"> - To undertake expansion / modernization of existing business. - To plan their capital expenditure and procure machinery whenever the specific requirement arises. - It is more suitable for construction contractors who purchase/acquire machineries on an ongoing basis depending on their orders to be executed - Open Term Loan is valid for 12 months (can be availed any number of times)
2.0	Eligibility	Existing well-run units of our bank in operation for 2 years & generating profit for last 1 yr and existing well-run units of other banks[Take over] in operation for 3 years & generating profit for last 2 yrs.
3.0	Purpose	For investment in fixed assets, expansion/ modernization of existing activities and for purchase of new equipments/machinery.
4.0	Nature of Facility	Term Loan
5.0	Quantum of Loan	Minimum amount: Rs.10 Lakhs Maximum amount: Rs.300 lakhs
6.0	Margin	15% to 20% of the cost of the project.
7.0	Rate of Interest	As applicable from time to time
8.0	Security	Assets created out of term Loan and continuation of security mortgaged for existing credit facility.
9.0	Repayment/ Validity	<p>Up to 60 months including moratorium period.</p> <p>Instalments may be fixed on step-up basis depending on the availment and estimated cash flow and the interest shall be repaid as and when debited.</p>
10.0	Guarantee	Personal guarantee of partners/ directors in the case of Partnership firm/ Private/ Public limited Cos.
11.0	Nomenclature	CSTPS
